

Amendment No. 2 to HB1433

Jones U
Signature of Sponsor

FILED

Date _____

Time _____

Clerk _____

Comm. Amdt. _____

AMEND Senate Bill No. 1391*

House Bill No. 1433

by inserting the following language after the first sentence of proposed Tennessee Code

Annotated § 7-4-102(b)(2) in Section 3, as amended:

Such additional one percent (1%) increase to the privilege tax may be imposed throughout such county or only within a tourist development zone created within such county.

AND FURTHER AMEND Section 3, as amended, by deleting the period at the end of the penultimate sentence in proposed Tennessee Code Annotated § 7-4-102(b)(2) and by substituting instead the language "or such tourist development zone."

AND FURTHER AMEND by deleting the word "Until" in proposed Tennessee Code Annotated § 7-4-110(a) in Section 4, as amended, and by substituting instead the language "Except as otherwise provided in subsection (f), until".

AND FURTHER AMEND by adding the following language as new subsection (g) to proposed Tennessee Code Annotated § 7-7-110 in Section 4, as amended:

(g) If there has been designated within such county a secondary tourism development zone, until the metropolitan council approves an ordinance to impose an additional one-percent (1%) increase to the privilege tax authorized pursuant to this act, the metropolitan council may by resolution authorize one-third (1/3) of the proceeds of the tax authorized to be levied in § 7-4-102(a)(1) and all of the proceeds of the tax authorized to be levied in § 7-4-102(a)(2) which are derived from such secondary tourism development zone to be paid to the county for deposit in its general fund, but only to the extent that the same exceeds one-third (1/3) of the proceeds of the tourist accommodation tax from such secondary tourism development zone for the fiscal year ending June 30, 2006, increased by three percent (3%) for each fiscal year thereafter (i.e., in fiscal year 2007, one hundred three percent (103%) of such proceeds for fiscal

year 2006; in fiscal year 2008, one hundred three percent (103%) of the amount so calculated for fiscal year 2007, etc.).